



State Aid to Localities

Over one-third of the Commonwealth's operating budget (all funds) either goes directly to localities for locally operated programs or is spent by the state on behalf of localities for specific programs. The majority of the money sent to localities goes to operate public schools. The Commonwealth also directly shares with local governments the revenue from certain sources, such as recordation taxes and profits earned from the sale of alcoholic beverages. The state also shares a portion of its revenue with localities that have police departments.

In addition to funds for public schools, the state gives localities money to construct and maintain secondary roads, and to pay the salaries of local elected officials, such as treasurers, commissioners of the revenue, commonwealth's attorneys, sheriffs, and clerks of the courts and their office staff. Local sheriffs' offices and jails receive the largest share of the state's support for these Constitutional officers. The state funds local departments of social services, local health departments, community-operated juvenile corrections programs, and local programs for individuals with mental illness, mental retardation, or substance abuse problems.

The state also funds a wide range of other local activities and services. These include, but are not limited to, local libraries, improvements to local airports, parks and recreation programs, local emergency services teams, litter control and recycling, and wastewater treatment plants.

In general, "state aid to localities" is defined as:

- ▶ any payment made directly to a local government or school division,
- ▶ any payment made on behalf of a local government or school division, or
- ▶ any payment made to an organization or group that provides a direct benefit to a local government or its residents, such as a public library, planning district commission, or a Community Services Board.

Based on this definition, state aid programs and activities are classified so they can be monitored through the state's financial systems and reported to the General Assembly and taxpayers. The tables that follow summarize the recommended aid to localities in the amended Executive Budget for the 2004-2006 budget in several ways:

Aid to localities by agency. Table 1 summarizes the proposed funding paid by each state agency to localities and includes a total for each secretarial area. The amounts contained in the table present the Governor's total recommended funding in for the amended Executive Budget for 2004-2006 biennial budget. The figures represent all funds, amounts from the general fund as well as nongeneral funds. Agencies appear in the same order as in the Budget Bill. See the note to this table on page C-4.

Aid to local school divisions. Table 2 identifies the estimated funding distribution for each local school division for the state's share of programs in elementary and secondary education in the Governor's proposed amendments for the 2004-2006 biennial budget. See the notes to this table on page C-8.

Table 1: Recommended Aid to Localities by State Agency

	<i>Fiscal Year 2005</i>	<i>Fiscal Year 2006</i>
OFFICE OF ADMINISTRATION		
Secretary of Administration	\$6,503,376	\$6,503,376
Compensation Board	520,887,252	535,326,018
State Board of Elections	31,383,256	10,516,529
Total for Office of Administration	\$558,773,884	\$552,345,923
OFFICE OF COMMERCE AND TRADE		
Department of Agriculture and Consumer Services	\$2,023,277	\$2,023,277
Department of Business Assistance		150,000
Department of Forestry	300,000	300,000
Department Of Housing and Community Development	42,148,809	51,513,709
Virginia Economic Development Partnership	1,100,000	1,100,000
Virginia Employment Commission	47,047,828	47,069,789
Total for Office of Commerce and Trade	\$92,619,914	\$102,156,775
OFFICE OF EDUCATION		
Department of Education and Direct Aid to Public Education	\$5,467,779,679	\$5,778,547,016
State Council Of Higher Education For Virginia	1,023,363	2,073,363
The Library Of Virginia	17,191,477	17,454,477
Virginia Commission For The Arts	3,132,435	3,673,224
Total for Office of Education	\$5,489,126,954	\$5,801,748,080
OFFICE OF FINANCE		
Department of Accounts Transfer Payments	\$54,600,000	\$54,800,000
Treasury Board	11,053,599	11,058,917
Total for Office of Finance	\$65,653,599	\$65,858,917
OFFICE OF HEALTH AND HUMAN RESOURCES		
Comprehensive Services For At-Risk Youth And Families	\$242,651,805	\$256,051,341
Department for the Aging	42,930,311	43,170,311
Department of Health	315,519,337	318,062,511
Department Of Mental Health, Mental Retardation and Sub- stance Abuse Services	238,799,265	233,616,648
Department of Social Services	770,323,397	786,744,856
Virginia Board for People with Disabilities	1,228,035	1,228,035
Virginia Department for the Blind and Vision Impaired	509,328	509,328
Total for Office of Health and Human Resources	\$1,611,961,478	\$1,639,383,030
OFFICE OF NATURAL RESOURCES		
Department Of Conservation And Recreation	\$28,105,888	\$42,227,388
Department of Environmental Quality	45,201,598	54,608,823
Department of Historic Resources	64,140	64,140
Total for Office of Natural Resources	\$73,371,626	\$96,900,351
OFFICE OF PUBLIC SAFETY		
Department of Correctional Education	\$11,239	\$15,970
Department of Criminal Justice Services	244,110,348	258,845,213

	<i>Fiscal Year 2005</i>	<i>Fiscal Year 2006</i>
Department of Emergency Management	1,793,980	1,793,980
Department of Fire Programs	20,373,574	20,224,914
Department of Juvenile Justice	32,973,692	32,377,273
Total for Office of Public Safety	\$299,262,833	\$313,257,350
OFFICE OF TECHNOLOGY		
Virginia Information Technologies Agency	\$15,294,000	\$15,294,000
Total for Office of Technology	\$15,294,000	\$15,294,000
OFFICE OF TRANSPORTATION		
Department of Aviation	\$22,453,915	\$22,453,915
Department of Motor Vehicles	44,935,500	44,935,500
Department of Rail and Public Transportation	143,357,039	152,879,341
Department of Transportation	1,181,196,466	1,170,253,558
Virginia Port Authority	580,000	580,000
Total for Office of Transportation	\$1,392,522,920	\$1,391,102,314
CENTRAL APPROPRIATIONS		
Central Appropriations	\$890,089,232	\$742,389,232
Total	\$890,089,232	\$742,389,232
INDEPENDENT AGENCIES		
State Corporation Commission	\$600,000	\$600,000
Total	\$600,000	\$600,000
GRAND TOTAL	\$10,489,276,440	\$10,721,035,972

Note to Table 1:

- ▶ Amounts are in whole dollars, and include total recommended funding for each fiscal year. The figures represent all funds, amounts from the general fund as well as nongeneral funds. Agencies appear in the same order as in the Budget Bill. Figures do not include payments in lieu of taxes.

Table 2: Recommended Aid to Local School Divisions

	Estimated Distribution Fiscal Year 2005	Estimated Distribution Fiscal Year 2006
Counties:		
Accomack	\$28,000,190	\$29,597,115
Albemarle	38,708,127	40,984,912
Alleghany	15,647,058	16,913,168
Amelia	8,595,944	9,288,154
Amherst	22,717,840	24,121,004
Appomattox	11,738,620	12,213,366
Arlington	40,326,651	42,600,500
Augusta	48,908,554	52,043,948
Bath	1,811,836	1,917,690
Bedford	42,015,303	44,654,475
Bland	5,112,757	5,181,996
Botetourt	20,481,977	21,962,919
Brunswick	13,945,020	14,178,518
Buchanan	19,315,268	19,759,229
Buckingham	12,484,596	12,957,229
Campbell	41,577,927	44,141,197
Caroline	18,132,127	19,749,544
Carroll	20,105,383	20,908,339
Charles City	4,364,794	4,500,168
Charlotte	12,400,413	13,271,484
Chesterfield	222,251,632	239,942,771
Clarke	7,137,017	7,713,095
Craig	3,733,540	3,870,771
Culpeper	26,567,221	29,248,395
Cumberland	7,359,093	7,773,093
Dickenson	13,851,754	14,253,961
Dinwiddie	21,878,373	23,296,328
Essex	7,300,815	7,636,306
Fairfax	376,495,313	400,246,507
Fauquier	31,458,364	34,266,414
Floyd	10,197,020	10,703,246

	Estimated Distribution Fiscal Year 2005	Estimated Distribution Fiscal Year 2006
Fluvanna	15,103,849	16,232,302
Franklin	31,747,047	33,265,437
Fredrick	48,653,364	53,073,830
Giles	12,431,771	13,061,027
Gloucester	28,448,239	29,393,851
Goochland	4,530,492	4,881,292
Grayson	11,900,814	12,286,147
Greene	14,019,367	14,819,842
Greenville	9,919,860	10,696,034
Halifax	34,418,873	36,318,762
Hanover	65,129,843	69,628,588
Henrico	170,320,631	185,804,992
Henry	41,700,533	42,257,505
Highland	1,383,871	2,011,858
Isle of Wright	22,882,761	24,633,373
James City	26,417,274	29,192,667
King George	14,088,901	15,414,864
King and Queen	5,100,496	5,362,511
King William	9,325,206	10,013,100
Lancaster	4,164,801	4,449,924
Lee	24,250,556	24,970,644
Loudoun	100,542,031	112,856,236
Louisa	14,424,007	15,594,298
Lunenburg	9,954,799	10,452,885
Madison	8,298,705	8,753,556
Mathews	5,488,634	5,656,554
Mecklenburg	24,589,804	26,166,227
Middlesex	5,112,097	5,362,469
Montgomery	41,978,679	44,492,650
Nelson	8,604,418	9,134,151
New Kent	10,641,440	11,514,837
Northampton	10,381,276	10,727,060
Northumberland	4,825,907	5,151,431

	Estimated Distribution Fiscal Year 2005	Estimated Distribution Fiscal Year 2006
Nottoway	13,942,681	14,527,998
Orange	18,094,566	19,834,517
Page	17,469,915	18,291,327
Patrick	13,614,963	14,220,411
Pittsylvania	46,591,738	49,569,977
Powhatan	17,698,964	19,475,845
Prince Edward	14,837,814	15,408,005
Prince George	30,499,994	32,641,254
Prince William	279,292,936	308,203,375
Pulaski	23,965,359	25,165,822
Rappahannock	3,091,946	3,193,150
Richmond	6,175,986	6,420,187
Roanoke	61,442,537	64,911,755
Rockbridge	11,196,868	11,670,026
Rockingham	48,944,255	51,714,894
Russell	23,636,205	24,765,941
Scott	21,216,870	21,967,483
Shenandoah	25,906,458	27,555,223
Smyth	27,924,305	29,291,210
Southampton	14,893,066	15,713,902
Spotsylvania	96,218,602	104,835,018
Stafford	105,530,350	115,339,416
Surry	2,577,086	2,724,669
Sussex	7,539,180	7,906,350
Tazewell	36,502,851	37,717,383
Warren	21,998,966	23,620,747
Washington	32,270,841	34,259,515
Westmoreland	8,755,400	8,967,399
Wise	36,864,948	38,826,131
Wythe	20,810,774	21,594,015
York	49,881,822	52,406,889

Cities:

	Estimated Distribution Fiscal Year 2005	Estimated Distribution Fiscal Year 2006
Alexandria	24,688,944	26,703,770
Bristol	12,162,062	12,912,208
Buena Vista	6,511,530	6,940,333
Charlottesville	17,619,395	18,334,602
Colonial Heights	10,640,809	11,535,678
Covington	4,471,324	4,497,297
Danville	37,446,783	38,860,755
Falls Church	4,010,174	4,334,844
Fredricksburg	6,524,524	6,963,408
Galax	6,263,272	6,526,353
Hampton	117,389,088	123,272,204
Harrisonburg	16,894,905	18,590,283
Hopewell	21,086,279	21,974,097
Lynchburg	39,451,558	41,075,296
Martinsville	13,295,854	14,002,353
Newport News	162,792,729	169,249,385
Norfolk	185,348,990	192,492,980
Norton	3,406,065	3,680,986
Petersburg	32,171,194	33,226,508
Portsmouth	86,562,422	88,820,548
Radford	7,130,278	7,500,108
Richmond City	119,648,382	128,355,216
Roanoke City	64,537,867	67,456,624
Staunton	13,942,579	15,036,214
Suffolk	64,100,464	68,962,077
Virginia Beach	326,822,476	342,271,618
Waynesboro	13,753,369	14,735,375
Williamsburg	2,984,724	3,099,033
Winchester	12,945,174	13,772,000
Fairfax City	5,640,596	5,903,350
Franklin City	7,993,867	8,439,077
Chesapeake City	181,818,422	194,994,029
Lexington	3,095,770	3,373,933

	Estimated Distribution Fiscal Year 2005	Estimated Distribution Fiscal Year 2006
Emporia	4,846,280	4,894,185
Salem	15,626,610	16,697,842
Bedford City	4,146,244	4,504,859
Poquoson	10,817,122	11,654,255
Manassas City	28,629,788	30,488,724
Manassas Park	11,448,284	12,483,494
Towns:		
Colonial Beach	3,398,759	3,697,471
West Point	4,048,734	4,426,650
Grand Total	\$4,850,902,808	\$5,163,006,599

Notes to Table 2:

- ▶ Fiscal years 2005 and 2006 include estimated funding for Standards of Quality (SOQ), incentive-based, and categorical education programs. The estimated funding does not include any federal funds.
- ▶ These amounts are estimates only. Final payments will vary and are subject to submitted reimbursements, changes to the formula-driven accounts, and to the availability of appropriation.
- ▶ This distribution does not allocate the estimated non-participation used in calculating the appropriations. However, it does include the nongeneral fund distribution for the Virginia Public School Authority (VPSA) technology notes.